

# Cabinet approves semiconductor policy; land, financial incentives for new chip manufacturing units

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Policy to make UP a leader in the sector: Upadhyay

In a bid to attract investments, the Uttar Pradesh Cabinet on Thursday gave its approval to its semiconductor policy.

Speaking to mediapersons after the Cabinet meeting, Minister Yogendra Upadhyay said that under the policy, industrial groups investing in setting up semiconductor manufacturing units will receive a fund of Rs 80,000 crores from the Centre, with the Uttar Pradesh government contributing 75 per cent of the said amount.

The policy also includes provisions for providing financial incentives to industries and a subsidy of 75 percent on land up to 200 acres in the form of land subsidy, he added.

“The policy is expected to attract significant investments in the state on a large scale. The policy aims to make Uttar Pradesh a leader in the semiconductor manufacturing sector,” Upadhyay said, adding that 13 companies have so far expressed their intention to set up semiconductor manufacturing units in the state.

Collaborations with the industry will be done under the CM Internship Program to ensure the availability of skilled workforce. Furthermore, arrangements for training related to semiconductor manufacturing will be made in the technical institutes of the state, he said.

An approval was also given to make changes in the UP MSME Promotion Policy to exempt private MSME units and PLEDGE parks from conversion fees for changing the land use under development authorities from agricultural to industrial. Besides, the Cabinet also gave its nod to exempt the Metro Rail, RRTS (Regional Rapid Transit System), and all their assets from acquisition under the UP Municipal Corporation Act. — With PTI